

UNITED STATES DEPARTMENT OF AGRICULTURE

Farm Service Agency

Room 3416, 700 West Capitol Avenue

Little Rock, Arkansas 72201

AR NOTICE FSFL-1

For: All FSA County Offices

FSFL Annual Spotcheck Reminder

Approved by: State Executive Director



1 Background

- A County Offices are required to conduct collateral checks on all outstanding farm storage facility loans annually. (1-FSFL, Paragraph 152)
- B Borrowers are required to annually:
 - 1) provide proof of payment of property taxes. (1-FSFL, Paragraph 151)
 - 2) provide proof of all peril insurance with CCC as the loss payee. (1-FSFL, Subparagraph 58F)
 - 3) provide proof of crop insurance for all insurable facility loan commodities. (1-FSFL, Paragraph 58)
 - 4) provide proof of flood insurance with CCC as the loss payee, if the structure is located in a flood plain. (1-FSFL, Subparagraph 58G)

2 County Office Action

- A Perform annual inspections on all outstanding FSFLs.
- B Notify applicable borrowers to provide proof of insurance and property taxes paid.
- C Document the inspection and documentation received on Form CCC-295B.

Disposal Date	Distribution
05-16-05	All County Offices
05-16-04	

